IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 730

BY WAYS AND MEANS COMMITTEE

AN ACT

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2	RELATING TO THE CONSUMER PROTECTION ACT; AMENDING CHAPTER 6, TITLE 48, IDAHC
3	CODE, BY THE ADDITION OF A NEW SECTION 48-603G, IDAHO CODE, TO PRO-
4	HIBIT THE UNFAIR COLLECTION OF RESIDENTIAL RENTAL APPLICATION FEES; AND
5	DECLARING AN EMERGENCY AND PROVIDING AN EFFECTIVE DATE.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Chapter 6, Title 48, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW SECTION}}$, to be known and designated as Section 48-603G, Idaho Code, and to read as follows:

- 48-603G. UNFAIR COLLECTION OF RESIDENTIAL RENTAL APPLICATION FEES. (1) It shall be an unlawful trade practice for the owner of real property or his management company to make undue profit off individuals applying to lease residential housing.
- (2) As used in this section, "to make undue profit" means to engage in any of the following acts:
 - (a) Profiting by more than twenty-five dollars (\$25.00) from an applicant after deducting all reasonable expenses directly incurred for screening said applicant to determine the applicant's suitability as a residential tenant;
 - (b) Collecting and retaining an application fee when no rental property is available for lease, or reasonably expected to become available within ninety (90) days, unless the applicant acknowledges in writing that no rental property is available and consents to be added to a waiting list for housing anticipated to become available in the future;
 - (c) Collecting and retaining an application fee when there is no intention to consider the applicant for tenancy;
 - (d) In the event that the real property owner or his management company has yet to screen the applicant, failing to return an application fee within forty-eight (48) hours after a written request from an applicant; or
 - (e) Retaining an application fee from an individual who was never screened for tenancy.
- (3) A real estate broker or salesperson licensed under chapter 20, title 54, Idaho Code, shall not be considered to make undue profit pursuant to this section if such person receives a commission or fee.
- (4) Any person who violates this section shall be subject to all penalties prescribed under this chapter. The provisions of this subsection shall apply notwithstanding a finding that the conduct prohibited by this section does not pertain to the sale of goods or services.

SECTION 2. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after July 1, 2022.